Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Message Text

LIMITED OFFICIAL USE

PAGE 01 ASUNCI 03804 131151Z

43
ACTION ARA-10

INFO OCT-01 EUR-06 ISO-00 EB-05 DRC-01 RSC-01 /024 W
---------- 002213
R 122150Z SEP 74
FM AMEMBASSY ASUNCION
TO SECSTATE WASHDC 3427
INFO AMEMBASSY BRASILIA
AMEMBASSY MOSCOW
USDOC WASHDC
AMCONSUL RIO DE JANEIRO

LIMITED OFFICIAL USE ASUNCION 3804

E.O. 11652: N/A
TAGS: PFOR, ETRD, ENRG, ELAB, ELTN, ECIN, ECRE, BR,SEEZN UR
SUBJECT: BRAZILIAN FONMIN VISITS ASUNCION TO SIGN ITAIPU
RELATED AGREEMENTS

1. BRAZILIAN FONMIN AZEREDO DA SILVA DEPARTED ASUNCION SEPT 11 FOLLOWING A TWO-DAY VISIT DURING WHICH PREVIOUSLY NEGOTIATED AGREEMENTS RELATED TO THE JOINT PARAGUAYAN/BRAZILIAN ITAIPU HYDROELECTRIC PROJECT WERE SIGNED. DURING AZEREDO'S STAY, THE USUAL CEREMONIAL AMENITIES WERE OBSERVED. HE WAS ACCORDED INTERVIEWS WITH PRESIDENT STROESSNER AND FONMIN SAPENA AND CONFERRED DECORATIONS ON 18 PARAGUAYAN OFFICIALS (PROMPTING A SHARP EDITORIAL IN LOCAL DAILY ABC COLOR ON EXCESSIVE USE OF DECORATION AS TOOLS OF CONTEMPORARY DIPLOMACY). FOLLOWING CONVERSATIONS WITH SAPENA PASTOR, AZEREDO CONFIRMED WITHOUT DETAILS THAT THE TWO HAD DISCUSSED THE FORTHCOMING OAS MEETING ON CUBA, BUT NOTHING CONCRETE EMERGED IN REGARD TO EARLIER PRESS REPORTS THAT TOP LEVEL DISCUSSIONS CONCERNING THE POSSIBLE USE OF SOVIET TURBINES IN ITAIPU WOULD TAKE PLACE DURING THE BRAZILIAN VISIT. A FONOFF SOURCE INDICATED THAT THE SUBJECT WAS NOT RAISED IN INTERGOVERNMENTAL DISCUSSIONS. HOWEVER, THE AFTERNOON OF HIS DEPARTURE, A LOCAL PRESS STORY INDICATED THAT GENERAL
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 ASUNCI 03804 131151Z

JOSE COSTA CAVALCANTI, DIRECTOR GENERAL OF THE BI-

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

NATIONAL ITAIPU ENTITY (A BRAZILIAN NATIONAL) HAD STATED TO JOURNALISTS THAT NEITHER BRAZIL NOR PARAGUAY WOULD RAISE OBJECTIONS IN REGARD TO THE ORIGIN OF THE TURBINES. HE FURTHER STATED THAT THE TURBINES WOULD BE ORDERED LATE 1975 OR EARLY 1976, FROM THE SOURCE OFFERING THE BEST QUALITY, PRICE, AND PAYMENT TERMS "WHETHER THAT BE FROM THE SOVIET UNION OR ANY OTHER SOURCE." THE JOINT COMMUNIQUE ISSUED UPON HIS DEPARTURE WITHOUT SUBSTANCE.

2. A SUMMARY OF THE ACCORDS SIGNED DURING THE VISIT IS AS FOLLOWS:

A) ITAIPU TREATY PROTOCOL COVERING LABOR REGULATIONS AND SOCIAL SECURITY;

B) EXCHANGE OF NOTES UNDER WHICH BRAZIL WILL EXTEND TO ANDE (PARAGUAYAN NATIONAL ELECTRIC POWER AGENCY) A CREDIT OF US $50 MILLION EQUIVALENT, AS PARAGUAY'S SHARE OF THE CAPITALIZATION OF THE "ITAIPU" ENTITY.

C) AN EXCHANGE OF NOTES PROVIDING FOR TECHNICAL AND FINANCIAL COLLABORATION ON PLANS FOR INTEGRATION OF PARAGUAYAN AND BRAZILIAN TRANSPORTATION SYSTEMS.

3. IN ADDITION TO ITAIPU-RELATED AGREEMENTS THERE ALSO WAS AN EXCHANGE OF NOTES ESTABLISHING A CENTER OF BRAZILIAN STUDIES IN ASUNCION, TO SUPERSEDE THE BRAZILIAN CULTURAL MISSION ESTABLISHED HERE IN 1952; AND EXCHANGES OF TWO SEPARATE INSTRUMENTS DEALING WITH OPERATION OF RADIO TRANSMISSION EQUIPMENT BY PARAGUAYAN AND BRAZILIAN AIR ATTACHES FROM WITHIN THEIR RESPECTIVE EMBASSIES TO THE OTHER COUNTRY, AND RECIPROCAL LICENSING OF AMATEUR RADIO OPERATORS TO OPERATE FROM WITHIN THE OTHER COUNTRY.
LANDAU

LIMITED OFFICIAL USE

NNN

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AGREEMENTS, PRESS COMMENTS, ITINERARY, MINISTERIAL VISITS, NEGOTIATIONS, HYDROELECTRIC POWER PLANTS, JOINT VENTURES, DIPLOMATIC DISCUSSIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 12 SEP 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: kelleyw0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974ASUNCI03804
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740256-0554
From: ASUNCION
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740953/aaaabsyl.tel
Line Count: 96
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION ARA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: kelleyw0
Review Comment: n/a
Review Content Flags:
Review Date: 10 JUN 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <10 JUN 2002 by kelleyw0>; APPROVED <17 MAR 2003 by kelleyw0>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: BRAZILIAN FONMIN VISITS ASUNCION TO SIGN ITAIPU RELATED AGREEMENTS
TAGS: PFOR, ETRD, ENRG, ELAB, ELTN, ECIN, ECRE, BR, (STROESSNER, ALFREDO), (DA SILVA, AZEREDO), (SAPENA PASTOR)
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005